STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 Telephone: (801) 538-5340

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ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

| II | <u>Ge</u> | neral information |
|-----|-----------|-------------------------------------------------------------------------------|
| | 1. | Report Time Period: From (mo./yr.) Jan, 1993 To (mo./yr.) Jan 1994 |
| | 2. | DOGM File Number (Mine No): M/037/040 |
| | 3. | Mine Name: Velvet Mine |
| | 4. | Mineral(s) Mined (or permitted to mine): Uranium and Vanadium |
| | 5. | Type of mine ☐ Surface Mine or ☐ Underground Mine |
| | 6. | Legal Description (Location of Lands Affected): |
| | | 1/4,1/4, Section3, Township_31S_, Range25E |
| | | 1/4,1/4, Section, Township, Range |
| | | 1/4,1/4, Section, Township, Range |
| | 7. | Name of Operator or Company: <u>Umetco Minerals Corporation</u> |
| | 8. | Permanent Street Address: 2754 Compass Drive, Suite 280 |
| | | City, State, Zip: Grand Junction, Co. 81506 |
| | | Phone: 303-245-3700 |
| | 9. | Company Representative (or designated operator): |
| | | Name: Robert F Barnett |
| | | Title: Coordinator of Environmental & Regulatory Affairs |
| | | Business Address: P O Box 506 |
| | | City, State, Zip: Dove Creek, Co. 81324 |
| | | Phone: 303-677-2711 |
| | | Please check if any of the above information has changed since previous year. |
| II. | Mi | ning and Reclamation |
| | 1. | Was the mine active during the past year? Yes \square No \square |
| | 2. | If active, how much ore or mineral was mined? |

| Briefly describe any new or additional surface disturbances that occurred during the past year. This description should include the type of work performed, and volume of material moved. | | |
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| How much acreage was reclaimed during the past year? None | | |
| Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results. | | |
| What is the total disturbed acreage at years end? 27.9 | | |
| Briefly summarize any mining and/or reclamation plans for the upcoming year. The treatment plant was shut down in December. As soon as the ponds | | |
| evaporates off we will start reclamation on this site. | | |
| Section III., "Additional Information" applies only to large mining operations | | |
| ditional Information | | |
| An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted. | | |
| Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached. | | |
| nature Requirement | | |
| I hereby certify that the foregoing is true and correct. | | |
| Name (Typed or Print): R. A. Van Horn | | |
| Title of Operator: Director of Operations | | |
| Signature of Operator: Date: January 10, 1994 | | |
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